

Titling Tips

March 2004

Titling Tips is a quarterly publication of the Missouri Department of Revenue, Driver and Vehicle Services Bureau, P.O. Box 100, Jefferson City, MO 65105-0100.

HOUSE BILL 600 (CORN FOR CARS)

House Bill 600 provides that, "Any purchaser of a motor vehicle or trailer used for **agricultural use** by the purchaser shall be allowed to use as an allowance to offset the sales and use tax liability towards the purchase of the motor vehicle or trailer **any grain or livestock produced or raised by the purchaser.**"

The Department of Revenue (department) will allow a sales tax credit when grain or livestock raised or produced by the purchaser is traded for a vehicle purchased from a dealer for agricultural use as long as the criteria below are met.

- ✓ The vehicle being purchased must be used for agricultural use.
- Only vehicles registered as commercial motor vehicles, trailers, and all-terrain vehicles may qualify. Passenger vehicles do not qualify for the exemption.
- ✓ The purchaser of the vehicle must have either raised or produced the agricultural product.
- ✓ The purchaser must submit a Bill of Transfer (DOR-4606), in which the purchaser certifies the two items noted above.

Note: If the grain is stored at a grain elevator, a separate receipt from the grain company showing the dealership has title to the grain must accompany the bill of transfer. A statement or invoice from a grain company in the name of "CASH SALE" is not acceptable. A check made payable directly to the dealership by the grain company is not acceptable without the receipt from the grain elevator company showing the grain transferring to the dealership.

If the dealership physically accepts delivery of the agricultural product from the vehicle purchaser, a

statement on the dealership's letterhead showing this information may be submitted in lieu of the Bill of Transfer.

IMPROPER LIEN RELEASES ARE RESULTING IN MORE REJECTS

Please don't forget that lien releases must be on a **separate notarized** document.

- ✓ All liens released on or after July 1, 2003, must be released on the Notice of Lien or Lien Release (DOR-4809) and must be notarized **or** a notarized lien release on the lienholder's letterhead listing the year, make, vehicle identification number, lien release date, lienholder name and signature, and vehicle owner's information must be submitted.
- ✓ Liens released on the face of the Missouri title on or after July 1, 2003, **will not** be accepted.
- ✓ The lien release on an out-of-state title is still acceptable and must be notarized only if the issuing state requires notarization.

DEALERS MUST FILE DELINQUENT SALES REPORTS IMMEDIATELY TO AVOID DISCIPLINE

The Missouri Department of Revenue (department) is taking a serious look at dealers who are delinquent in filing their monthly sales reports. Section 301.280, RSMo, requires these reports to be received by the department by the 15th day of the month following the month in which the sales occurred. For example, February sales reports must be received by March 15th.

Dealers with delinquent reports for the calendar year 2003 will be notified to submit their sales reports immediately. Those who fail to comply could face disciplinary measures against their dealer license, up to and including revocation.

RESCINDED SALES INVOLVING VEHICLES PURCHASED ON A MANUFACTURER'S STATEMENT OF ORIGIN (MSO)

When reassigning a MSO on a vehicle that was previously titled and then the sale was rescinded, the Missouri title must be returned to the department with a statement of rescinded sale in order for the Missouri title to be voided. If a new application is received with a duplicate MSO and the original Missouri title was not surrendered as outlined above, the application will be rejected for the Missouri title to be returned.

"PREVIOUS DAMAGE" ARKANSAS TITLES

Effective April 1, 2004, the department will discontinue rejecting Arkansas titles with the "Previous Damage" brand for the 551 Vehicle Examination Certificate. Arkansas recently implemented new legislation that requires a vehicle examination prior to issuing a "Previous Damage" title.

DEALER TRAINING CLASSES

Need a little extra training? Dealer training classes are scheduled on the following dates and locations:

Motor Vehicle Titling Information

May 26, 2004 10:00 a.m. to 2:00 p.m.	Jefferson City Truman Office Building Room 500 301 West High Street Jefferson City, MO 65105
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Marine Titling Information

April 21, 2004 10:00 a.m. to 1:00 p.m.	Jefferson City Truman Office Building Room 500 301 West High Street Jefferson City, MO 65105
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To enroll, you may call (573) 751-8343, fax at (573) 751-4789, or e-mail dealerlic@dor.mo.gov.

FILE NOTICES OF LIEN AND COMPLETE RECORD SEARCHES ONLINE

By accessing www.dorx.mo.gov lienholders and dealers who have contracted with lienholders are now able to file their liens online using the department's Lien Internet Filing Exchange, (LIFE) system.

Dealers, lienholders, and other businesses that qualify under the Driver's Privacy Protection Act and are approved by the department may also access the department's motor vehicle and marine title and lien records using the online system. The online record search will check the department's title file, lien file, and reject file and provide the most recent record(s) in each file. The cost is \$1.25 per inquiry. If there is no record on file with the department, the \$1.25 is waived.

Access www.dorx.mo.gov today to apply for your online account number and security access code!

RECORDING LIENHOLDER, SUBJECT TO FUTURE ADVANCES (STFA), AND MAIL-TO INFORMATION ON THE APPLICATION FOR TITLE AND NOTICE OF LIEN

The Application for Title and Notice of Lien must reflect the exact same information in order for the title to be mailed to the correct address.

If the Application for Title has the first lien recorded and a "mail-to" recorded to the lienholder but the Notice of Lien shows STFA in the second lien area, the title will issue with the first lienholder and STFA and be mailed to the owner.

To have the first lien recorded, STFA, and a "mail-to," both applications **must match** and a Return Title Slip (DOR-1319) and an additional \$5 Quick Title fee must be submitted with the Application for Title.

Titling Tips

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